# LEGISLATIVE SERVICES AGENCY

## OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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#### FISCAL IMPACT STATEMENT

**LS 6838** NOTE PREPARED: Jan 1, 2015

BILL NUMBER: HB 1633 BILL AMENDED:

**SUBJECT:** Indiana Firearms Freedom Act.

FIRST AUTHOR: Rep. Nisly BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State

 $\begin{array}{cc} & \textbf{DEDICATED} \\ \underline{\mathbf{X}} & \textbf{FEDERAL} \end{array}$ 

<u>Summary of Legislation:</u> The bill provides that a firearm, a firearm accessory, or ammunition that: (1) is manufactured commercially or privately in Indiana from basic materials; (2) can be manufactured without the inclusion of any significant parts imported from another state; and (3) remains within the borders of Indiana; is not subject to federal law or federal regulation, including registration, under the authority of the United States Congress to regulate interstate commerce.

Effective Date: July 1, 2015.

Explanation of State Expenditures: <u>Summary</u>- The bill could increase the workload of the Office of the Attorney General (AG), depending on federal government action. Action could include litigation requiring the AG to either defend the state or represent the state as plaintiff, to the extent this bill is considered by the federal government as contrary to federal statutes and regulations.

<u>Additional Information</u>- It is estimated that approximately 148 licensed manufacturers of firearms (other than destructive devices) existed in Indiana during 2012. There were 48 manufacturers (up from 37 the previous year) that were "special occupational tax" (SOT) taxpayers. SOT taxpayers include firms that produce more than only a few firearms or firearm accessories per year.

#### **Explanation of State Revenues:**

### **Explanation of Local Expenditures:**

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# **Explanation of Local Revenues:**

**State Agencies Affected:** Office of the Attorney General.

# **Local Agencies Affected:**

<u>Information Sources:</u> U.S. Bureau of Alcohol, Tobacco, Firearms and Explosives: *Firearms Commerce in the United States Annual Statistical Update 2013.* 

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